

OGX Operating, LLC

P.O. Box 2064 • Midland, TX 79702 • (432) 685-1287 • Fax (432) 685-1320 • Fax (432) 686-7109

August 3, 2016

Occidental Permian LP
5 Greenway Plaza, Ste. 110
Houston, Texas 77046

Certified Mail #7011 3500 0000 2040 9013

Attn: Mr. Chris Gertson

Re: **Red Bluff Lake Prospect**
Well Proposal
Littlefield 33 Fed Com #1H
T-26-S, R-29-E, N.M.P.M.
E/2 Section 33 and E/2 Section 28
Eddy County, New Mexico

Gentlemen:

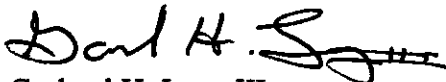
On July 13, 2016 OGX Operating LLC ("OGX") sent your company a letter proposing the captioned well. In that letter OGX stated that Occidental Permian LP ("OXY") owned an estimated 185.96 acres of the proposed unit of 464.75 acres. Upon further work performed by the surveying company it has been determined that OXY actually owns 198.01 acres in the E/2 of the subject Section 28 and that the proposed unit contains 463.96 acres. With this new information OXY would have a 42.678248% working interest in the subject well instead of the 40.013% as stated in the July 13, 2016 letter.

In addition, our proposed term assignment bonus consideration would be \$2,500.00 per net leasehold acre times 198.01 acres or \$495,025.00 instead of the original \$464,900.00.

Enclosed for your reference is the metes and bounds description of the 121.99 acres owned by OGX in the E/2 of Section 28 and a Well Location and Acreage Dedication Plat showing the acreage figures contained in the proposed unit area. The remaining content of our July 13, 2016 letter remains the same with the exception of the information above.

Sincerely,

OGX Operating, LLC



Garland H. Lang III
Land Manager

Enclosures



Mailed 8-4-16

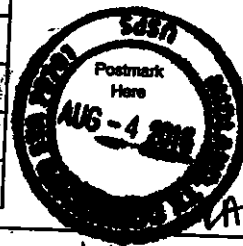
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| Certified Fee | 3.30 |
| Return Receipt Fee (Endorsement Required) | 2.70 |
| Restricted Delivery Fee (Endorsement Required) | |
| Total Postage & Fees | \$ 7.15 |



Sent To: **Occidental Permian LP**
 Street, Apt. No., or PO Box No. **5 Greenway Plaza, Ste. 110**
 City, State, ZIP+4[®] **Houston TX 77046**

PS Form 3800, August 2006

See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Occidental Permian LP
5 Greenway Plaza, Ste. 110
Houston, TX 77046

COMPLETE THIS SECTION ON DELIVERY

A. Signature
☒ Agent ☐ Addressee

B. Received by (Printed Name) **J. B. Smith** C. Date of Delivery

D. Is delivery address different from item 1? ☐ Yes
 If YES, enter delivery address below: ☐ No

3. Service Type
☒ Certified Mail ☐ Express Mail
☐ Registered ☐ Return Receipt for Merchandise

☐ Yes